109TH CONGRESS 1ST SESSION

# S. 266

To stop taxpayer funded Government propaganda.

#### IN THE SENATE OF THE UNITED STATES

February 2, 2005

Mr. Lautenberg (for himself, Mr. Kennedy, Mr. Durbin, Mr. Corzine, Mrs. Clinton, Mr. Dorgan, Mrs. Murray, Mr. Johnson, Mr. Reed, Mr. Lieberman, and Mr. Leahy) introduced the following bill; which was read twice and referred to the Committee on the Judiciary

## A BILL

To stop taxpayer funded Government propaganda.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "Stop Government
- 5 Propaganda Act".
- 6 SEC. 2. FINDINGS.
- 7 Congress makes the following findings:
- 8 (1) Since 1951, the following prohibition on the
- 9 use of appropriated funds for propaganda purposes
- 10 has been enacted annually: "No part of any appro-
- priation contained in this or any other Act shall be

- used for publicity or propaganda purposes within the United States not heretofore authorized by Congress.".
  - (2) On May 19, 2004, the Government Accountability Office (GAO) ruled that the Department of Health and Human Services violated the publicity and propaganda prohibitions by creating fake television new stories for distribution to broadcast stations across the country.
    - (3) On January 4, 2005, the GAO ruled that the Office of National drug Control Policy violated the publicity and propaganda prohibitions by distributing fake television news stories to broadcast stations from 2002 to 2004.
    - (4) In 2003, the Department of Education violated publicity and propaganda prohibitions by using of taxpayer funds to create fake television news stories promoting the "No Child Left Behind" program violated the propaganda prohibition.
    - (5) An analysis of individual journalists, paid for by the Department of Education in 2003, which ranked reporters on how positive their articles portrayed the Administration and the Republican Party, constituted a gross violation of the law prohibiting

- propaganda and the use of taxpayer funds for partisan purposes.
- 3 (6) The payment of taxpayer funds to journalist
  4 Armstrong Williams in 2003 to promote Administra5 tion education policies violated the ban on covert
  6 propaganda.
  - (7) The payment of taxpayer funds to journalist Maggie Gallagher in 2002 to promote Administration welfare and family policies violated the ban on covert propaganda.
  - (8) Payment for and construction of 8 little red schoolhouse facades at the entranceways to the Department of Education headquarters in Washington, DC to boost the image of the "No Child Left Behind" program was an inappropriate use of taxpayer dollars.
  - (9) Messages inserted into Social Security Administration materials in 2004 and 2005 intended to further grassroots lobbying efforts in favor of President Bush's Social Security privatization plan is an inappropriate use of taxpayer funds.
  - (10) The Department of Health and Human Services ignored the Government Accountability Office's legal decision of May 19, 2004, and failed to follow the GAO's directive to report its Anti-Defi-

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| 1  | ciency Act violation to Congress and the President,                             |
| 2  | as provided by section 1351 of title 31, United                                 |
| 3  | States Code.  |
| 4  | (11) Despite numerous violations of the propa-                                  |
| 5  | ganda law, the Department of Justice has not acted                              |
| 6  | to enforce the law or follow the requirements of the                            |
| 7  | Anti-Deficiency Act.  |
| 8  | (12) In order to protect taxpayer funds, strong-                                |
| 9  | er measures must be enacted into law to require ac-                             |
| 10 | tual enforcement of the ban on the use of taxpayer                              |
| 11 | funds for propaganda purposes.  |
| 12 | SEC. 3. DEFINITION.   |
| 13 | In this Act, the term "publicity" or "propaganda"                               |
| 14 | includes—   |
| 15 | (1) a news release or other publication that                                    |
| 16 | does not clearly identify the Government agency di-                             |
| 17 | rectly or indirectly (through a contractor) financially                         |
| 18 | responsible for the message;  |
| 19 | (2) any audio or visual presentation that does                                  |
| 20 | not continuously and clearly identify the Government                            |
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|    | agency directly or indirectly financially responsible                           |

(3) an Internet message that does not continu-

ously and clearly identify the Government agency di-

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| 1  | rectly or indirectly financially responsible for the    |
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| 2  | message;  |
| 3  | (4) any attempt to manipulate the news media            |
| 4  | by payment to any journalist, reporter, columnist,      |
| 5  | commentator, editor, or news organization;              |
| 6  | (5) any message designed to aid a political             |
| 7  | party or candidate;                                     |
| 8  | (6) any message with the purpose of self-ag-            |
| 9  | grandizement or puffery of the Administration,          |
| 10 | agency, Executive branch programs or policies, or       |
| 11 | pending congressional legislation;                      |
| 12 | (7) a message of a nature tending to emphasize          |
| 13 | the importance of the agency or its activities;         |
| 14 | (8) a message that is so misleading or inac-            |
| 15 | curate that it constitutes propaganda; and              |
| 16 | (9) the preparation, distribution, or use of any        |
| 17 | kit, pamphlet, booklet, publication, radio, television, |
| 18 | or video presentation designed to support or defeat     |
| 19 | legislation pending before Congress or any State leg-   |
| 20 | islature, except in presentation to Congress or any     |
| 21 | State legislature itself.                               |
| 22 | SEC. 4. PROHIBITION ON PUBLICITY OR PROPAGANDA AND      |
| 23 | ENFORCEMENT.  |
| 24 | (a) In General.—The senior official of an Executive     |
| 25 | branch agency who authorizes or directs funds appro-    |

- 1 priated to such Executive branch agency for publicity or
- 2 propaganda purposes within the United States, unless au-
- 3 thorized by law, is liable to the United States Government
- 4 for a civil penalty of not less than \$5,000 and not more
- 5 than \$10,000, plus 3 times the amount of funds appro-
- 6 priated.
- 7 (b) Responsibilities of the Attorney Gen-
- 8 ERAL.—The Attorney General diligently shall investigate
- 9 a violation of subsection (a). If the Attorney General finds
- 10 that a person has violated or is violating subsection (a),
- 11 the Attorney General may bring a civil action under this
- 12 section against the person.
- 13 (c) ACTIONS BY PRIVATE PERSONS.—
- 14 (1) In General.—A person may bring a civil
- action for a violation of subsection (a) for the person
- and for the United States Government. The action
- shall be brought in the name of the Government.
- 18 The action may be dismissed only if the court and
- the Attorney General give written consent to the dis-
- 20 missal and their reasons for consenting.
- 21 (2) Notice.—A copy of the complaint and
- 22 written disclosure of substantially all material evi-
- dence and information the person possesses shall be
- served on the Government pursuant to Rule 4(d)(4)
- of the Federal Rules of Civil Procedure. The com-

- plaint shall be filed in camera, shall remain under seal for at least 60 days, and shall not be served on the defendant until the court so orders. The Government may elect to intervene and proceed with the action within 60 days after it receives both the complaint and the material evidence and information.
  - (3) Delay of notice.—The Government may, for good cause shown, move the court for extensions of the time during which the complaint remains under seal under paragraph (2). Any such motions may be supported by affidavits or other submissions in camera. The defendant shall not be required to respond to any complaint filed under this section until 20 days after the complaint is unsealed and served upon the defendant pursuant to Rule 4 of the Federal Rules of Civil Procedure.
  - (4) GOVERNMENT ACTION.—Before the expiration of the 60-day period or any extensions obtained under paragraph (3), the Government shall—
    - (A) proceed with the action, in which case the action shall be conducted by the Government; or
  - (B) notify the court that it declines to take over the action, in which case the person bring-

ing the action shall have the right to conduct the action.

(5) LIMITED INTERVENTION.—When a person brings an action under this subsection, no person other than the Government may intervene or bring a related action based on the facts underlying the pending action.

### (d) Rights of the Parties.—

(1) GOVERNMENT ACTION.—If the Government proceeds with the action, it shall have the primary responsibility for prosecuting the action, and shall not be bound by an act of the person bringing the action. Such person shall have the right to continue as a party to the action, subject to the limitations set forth in paragraph (2).

#### (2) Limitations.—

- (A) DISMISSAL.—The Government may dismiss the action notwithstanding the objections of the person initiating the action if the person has been notified by the Government of the filing of the motion and the court has provided the person with an opportunity for a hearing on the motion.
- (B) Settlement.—The Government may settle the action with the defendant notwith-

| 1  | standing the objections of the person initiating  |
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| 2  | the action if the court determines, after a hear- |
| 3  | ing, that the proposed settlement is fair, ade-   |
| 4  | quate, and reasonable under all the cir-          |
| 5  | cumstances. Upon a showing of good cause,         |
| 6  | such hearing may be held in camera.               |
| 7  | (C) Proceedings.—Upon a showing by                |
| 8  | the Government that unrestricted participation    |
| 9  | during the course of the litigation by the person |
| 10 | initiating the action would interfere with or un- |
| 11 | duly delay the Government's prosecution of the    |
| 12 | case, or would be repetitious, irrelevant, or for |
| 13 | purposes of harassment, the court may, in its     |
| 14 | discretion, impose limitations on the person's    |
| 15 | participation, such as—                           |
| 16 | (i) limiting the number of witnesses              |
| 17 | the person may call;                              |
| 18 | (ii) limiting the length of the testi-            |
| 19 | mony of such witnesses;                           |
| 20 | (iii) limiting the person's cross-exam-           |
| 21 | ination of witnesses; or                          |
| 22 | (iv) otherwise limiting the participa-            |
| 23 | tion by the person in the litigation.             |
| 24 | (D) LIMIT PARTICIPATION.—Upon a show-             |

ing by the defendant that unrestricted partici-

pation during the course of the litigation by the person initiating the action would be for purposes of harassment or would cause the defendant undue burden or unnecessary expense, the court may limit the participation by the person in the litigation.

- (3) ACTION BY PERSON.—If the Government elects not to proceed with the action, the person who initiated the action shall have the right to conduct the action. If the Government so requests, it shall be served with copies of all pleadings filed in the action and shall be supplied with copies of all deposition transcripts (at the Government's expense). When a person proceeds with the action, the court, without limiting the status and rights of the person initiating the action, may nevertheless permit the Government to intervene at a later date upon a showing of good cause.
- (4) Interference.—Whether or not the Government proceeds with the action, upon a showing by the Government that certain actions of discovery by the person initiating the action would interfere with the Government's investigation or prosecution of a criminal or civil matter arising out of the same facts, the court may stay such discovery for a period

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of not more than 60 days. Such a showing shall be conducted in camera. The court may extend the 60-day period upon a further showing in camera that the Government has pursued the criminal or civil investigation or proceedings with reasonable diligence and any proposed discovery in the civil action will interfere with the ongoing criminal or civil investigation or proceedings.

(5) GOVERNMENT ACTION.—Notwithstanding subsection (b), the Government may elect to pursue its claim through any alternate remedy available to the Government, including any administrative proceeding to determine a civil money penalty. If any such alternate remedy is pursued in another proceeding, the person initiating the action shall have the same rights in such proceeding as such person would have had if the action had continued under this section. Any finding of fact or conclusion of law made in such other proceeding that has become final shall be conclusive on all parties to an action under this section. For purposes of the preceding sentence, a finding or conclusion is final if it has been finally determined on appeal to the appropriate court of the United States, if all time for filing such an appeal with respect to the finding or conclusion has expired,

or if the finding or conclusion is not subject to judicial review.

#### (e) AWARD TO PRIVATE PLAINTIFF.—

- (1) GOVERNMENT ACTION.—If the Government proceeds with an action brought by a person under subsection (c), such person shall, subject to the second sentence of this paragraph, receive at least 15 percent but not more than 25 percent of the proceeds of the action or settlement of the claim, depending upon the extent to which the person substantially contributed to the prosecution of the action.
- (2) No government action.—If the Government does not proceed with an action under this section, the person bringing the action or settling the claim shall receive an amount which the court decides is reasonable for collecting the civil penalty and damages. The amount shall be not less than 25 percent and not more than 30 percent of the proceeds of the action or settlement and shall be paid out of such proceeds. Such person shall also receive an amount for reasonable expenses which the court finds to have been necessarily incurred, plus reasonable attorneys' fees and costs. All such expenses,

- fees, and costs shall be awarded against the defendant.
- (3) Frivolous Claim.—If the Government 3 4 does not proceed with the action and the person 5 bringing the action conducts the action, the court 6 may award to the defendant its reasonable attor-7 nevs' fees and expenses if the defendant prevails in the action and the court finds that the claim of the 8 9 person bringing the action was clearly frivolous, 10 clearly vexatious, or brought primarily for purposes 11 of harassment.
- 12 (f) GOVERNMENT NOT LIABLE FOR CERTAIN EX-13 PENSES.—The Government is not liable for expenses 14 which a person incurs in bringing an action under this 15 section.
- 16 (g) Fees and Expenses to Prevailing Defend-17 ant.—In civil actions brought under this section by the 18 United States, the provisions of section 2412(d) of title 19 28 shall apply.
- 20 (h) Whistleblower Protection.—
- 21 (1) IN GENERAL.—Any employee who is dis-22 charged, demoted, suspended, threatened, harassed, 23 or in any other manner discriminated against in the 24 terms and conditions of employment by his or her 25 employer because of lawful acts done by the em-

- ployee on behalf of the employee or others in furtherance of an action under this section, including investigation for, initiation of, testimony for, or assistance in an action filed or to be filed under this section, shall be entitled to all relief necessary to make the employee whole.
- 7 (2) Relief.—Relief under this subsection shall 8 include reinstatement with the same seniority status 9 such employee would have had but for the discrimi-10 nation, 2 times the amount of back pay, interest on the back pay, and compensation for any special dam-11 12 ages sustained as a result of the discrimination, in-13 cluding litigation costs and reasonable attorneys' 14 fees. An employee may bring an action in the appro-15 priate district court of the United States for the re-16 lief provided in this subsection.

#### 17 SEC. 5. JUDICIAL NOTICE.

- 18 The courts of the United States shall take cognizance
- 19 and notice of any legal decision of the Government Ac-
- 20 countability Office interpreting the application of this Act.

#### 21 SEC. 6. POINT OF ORDER.

- 22 (a) IN GENERAL.—
- 23 (1) REDUCTION OF SALARY.—It shall not be in
- order in the House of Representatives or the Senate
- 25 to consider a bill, amendment, or resolution pro-

1 viding an appropriation for an agency that the Gov-2 ernment Accountability Office has found in violation 3 of this Act unless the appropriations for salary and expenses for the head of the relevant agency con-5 tains a provision reducing the salary of the head by 6 an amount equal to the illegal expenditure identified 7 by the Government Accountability Office. If the ille-8 gal expenditure exceeds the annual salary of the 9 agency head, then the point of order shall continue 10 until the remaining amount is subtracted from the 11 salary of the agency head.

- 12 (2) COMPLIANCE.—Paragraph (1) shall not 13 apply if the agency is complying with the decision of 14 the Government Accountability Office.
- (b) SUPERMAJORITY WAIVER AND APPEAL.—This section may be waived or suspended in the Senate only by an affirmative vote of  $\frac{3}{5}$  of the Members, duly chosen and sworn. An affirmative vote of  $\frac{3}{5}$  of the Members of the Senate, duly chosen and sworn, shall be required in the Senate to sustain an appeal of the ruling of the Chair on a point of order raised under this section.

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